

Abroad: 115 Fr. 100c; 115 Fr. 100c; 115 Fr. 100c
 Advertisers: 115 Fr. 100c; 115 Fr. 100c; 115 Fr. 100c
 Subscription: 115 Fr. 100c; 115 Fr. 100c; 115 Fr. 100c



Herbert S. Okun and other members of U.S. delegation, left, before walking out on the UN speech by President Ali Khamenei, right.

3 Iranians Are Killed In U.S. Attack in Gulf

Compiled by Our Staff From Dispatches
MANAMA, Bahrain — A U.S. frigate fired warning shots near an Iranian hovercraft in the Gulf on Tuesday, U.S. officials said, a day after two helicopters from the frigate attacked an Iranian military vessel, killing at least three crewmen.
 The U.S. Defense Department said in Washington that the frigate Jarrett fired the shots after the high-speed hovercraft ignored warnings to halt and approached to within one nautical mile (1.15 miles). The Iranian vessel then turned away, the Pentagon said.
 The Jarrett was towing the 1,662-ton Iran Ajr, which was attacked Monday night by the Jarrett's helicopter gunships, using machine guns and rockets.
 U.S. officials said the ship had been sowing mines in waters north-west of Bahrain. They said 10 mines were found aboard Tuesday, but Iran denied the charges and demanded the immediate return of the crew.
 The Iran Ajr was taken under tow by the U.S. Navy.
 In addition to the three Iranians killed, two were reported missing in the attack, which took place in the central Gulf, about 50 miles (80 kilometers) northeast of Bahrain.
 The Pentagon said 26 others had been rescued, 4 of them wounded. Iran said 5 crew members had been killed.
 In Washington a presidential spokesman, Martin Fitzwater, said the Iranian crewmen would be returned to Iran "as soon as possible."
 President Ronald Reagan said the United States "did what was authorized by law anywhere in international waters."
 He denied that the United States had entered a shooting war and said he did not plan to inform Congress of imminent dangers under the War Powers Act.
 At the United Nations, the Soviet foreign minister, Eduard A. Shevardnadze, said Monday night that the attack on the Iran Ajr showed the risks of a naval build-up in the Gulf.
 The attack occurred shortly after a missile boat said by shipping sources to be Iranian fired on a British-flagged tanker, the Gentle Breeze, killing a Filipino crewman.
 Prime Minister Margaret Thatcher, in Wolverhampton, En-

Kiosk U.S. Lawmaker Is Convicted

NEW YORK (AP) — A federal jury Tuesday convicted Representative Mario Biaggi, Democrat of New York, of obstructing justice, accepting a bribe and illegal interstate travel, but acquitted him of bribery and conspiracy charges.
 The jury in Brooklyn also found the former Brooklyn Democratic leader, Messide Esposito, guilty of gratuity and illegal interstate travel charges, but not guilty of conspiracy and bribery.
 The charges of obstructing justice and interstate travel are each punishable by up to five years in prison; accepting or paying an illegal gratuity carries a two-year term. "Illegal interstate travel" means crossing state lines to get or give an illegal gratuity.

Moscow Wants Draft Pact for Shultz Visit

By Philip Taubman
New York Times Service
MOSCOW — The Soviet Union said Tuesday that it hoped the text of a treaty eliminating medium and short-range missiles could be drafted in time for a visit to Moscow in late October by the U.S. secretary of state, George P. Shultz.
 Striking an optimistic tone about U.S.-Soviet relations, including praise for President Ronald Reagan, a Soviet spokesman said a number of technical issues still had to be resolved before there could be final agreement on the accord.
 Boris D. Pyadyshv, a Foreign Ministry spokesman, said at a news conference, "We still have to cover a lot of ground before an agreement is finalized."
 Mikhail S. Gorbachev, the Soviet leader, is expected to go to Wash-

At UN, Iran Leader Vows Retaliation

Compiled by Our Staff From Dispatches
UNITED NATIONS, New York — President Ali Khamenei of Iran said Tuesday that the United States had turned the Gulf into a "powder keg" and he pledged that Iran would respond to the U.S. attack Monday on an Iranian ship.
 Secretary of State George P. Shultz said later that the United States had begun drafting a UN resolution that would impose an arms embargo on Iran as the belligerent in the Gulf war.
 Mr. Khamenei told the UN General Assembly, "I declare here very unambiguously, that the United States shall receive a proper response for this abominable act," referring to the attack.
 The six-person U.S. delegation walked out. The delegation did not include Mr. Shultz or Vernon A. Walters, the chief U.S. representative to the United Nations.
 "I do not intend to fall passively when our country is insulted, our president pilloried and the truth trampled," Mr. Walters' deputy, Herbert S. Okun, said outside the General Assembly chamber.
 Mr. Khamenei also said that the UN Security Council, which has called for a cease-fire in the Gulf war, was a "paper factory for issuing worthless and ineffective orders." He said it should have condemned Iraq as the aggressor in the conflict.



Baryshnikov moves into a new, mature phase of his career. Page 6.

A Brief Airing for Titanic's Treasures

By Barry James
International Herald Tribune
PARIS — The first objects to be plucked — some say plundered — from the grave site of the Titanic came to rest Tuesday in a dingy industrial suburb of Paris where they will be treated by an electrical process to prepare them for public exhibition.
 Jacques Montuçon, the scientist in charge of restoration work, selected a plastic box at random from a large shipping container, pulled out five objects covered in sea water and shrouded in rags and showed them to journalists.
 The items included a bottle, a gilded ladle, a serving dish, a wrought-iron grill and a pair of pince-nez in a perfectly preserved leather case still bearing the name of the optician on the Rue de Rivoli who supplied them.
 It was the first time the objects had been seen by anyone except the divers and scientists who recovered them during a two-month, \$2.25 million, privately financed French-American expedition that ended earlier this month. They are expected to go on public display around the middle of next year.
 The objects were among the more than 800 artifacts brought to the surface for the first time since the liner sank with the loss of 1,513 passengers and crew after colliding with an iceberg off Newfoundland on the night of April 14-15, 1912.
 The objects range in size from a stickpin to a chandelier, and include an unopened purser's safe, a compass, the captain's megaphone and a newspaper that scientists hope to restore to its original condition.
 They were recovered by a miniature submarine from the Titanic's resting place 11,500 feet (3,500 meters) under the Atlantic.
 Workmen struggled for several minutes to open the doors of the 20-foot orange container in which the artifacts were packed in gray plastic boxes filled with sea water.
 The first of the boxes was unloaded onto a forklift truck, then winched onto a table at the cavernous research laboratory of Electricité de France at Saint-Denis, north of Paris. The state electricity utility has specialized in the development of electrochemical methods to restore and preserve objects retrieved from the ocean.
 Mr. Montuçon, wearing a pair of surgical gloves, pulled out the objects one by one and held them up briefly before putting them in trays full of salt water. Exposure to the atmosphere without prolonged treatment would cause them to dis-



Jacques Montuçon, a scientist involved in restoration work on artifacts retrieved from the Titanic, displayed a whiskey bottle Tuesday as some of the objects, including a fully intact set of pince-nez, were uncrated near Paris.

GENERAL NEWS
 "It would be all right with me," said Justice Byron White when asked about a court seat for Robert Bork. Page 3.

SPORTS
 National Football League players are on strike for the second time in five years. Page 15.

BUSINESS/FINANCE
 ICI has agreed to sell the basic chemicals business of Stauffer Chemical Co. to Rhône-Poulenc. Page 7.

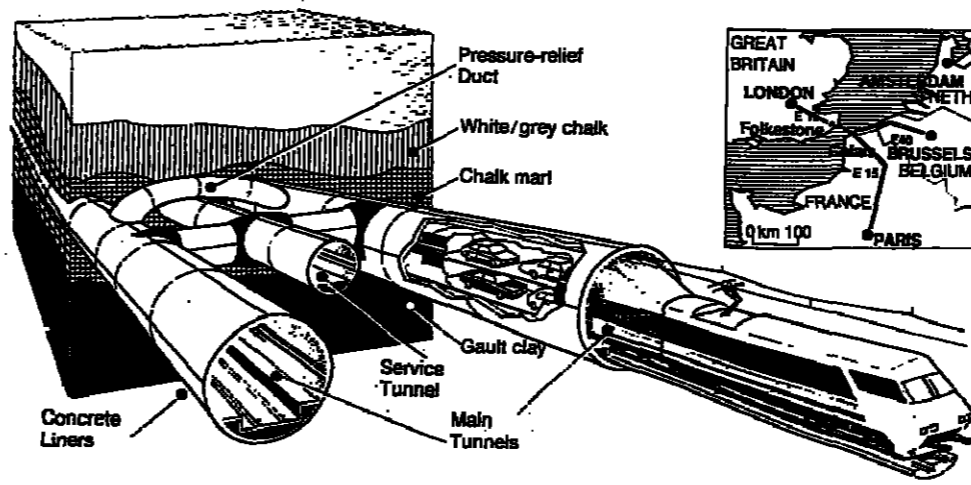
Dow close: UP 75.23
 The dollar in New York:
 DM £ Yen FF
 L245 L6405 144.35 6.0615

Plan for Partial Truce Is Outlined by Managua

The Associated Press
MANAGUA — President Daniel Ortega Saverdraz said Tuesday that the Nicaraguan government would initiate a partial truce and withdraw its troops to designated areas to open the way to a total cease-fire with U.S.-supported contra rebels.
 "We are working on concrete actions to make known the first zones where the cease-fire will be declared," Mr. Ortega said. He did not specify a timetable.
 The leftist government also said that Radio Católica, the Roman Catholic Church radio station, could reopen immediately.
 A government spokesman said that to achieve "an effective cease-fire" Mr. Ortega had decided to postpone offensive military operations in part of the country and concentrate troops in designated areas.
 It said the actions were unilateral and would allow the National Reconciliation Commission "to explore the willingness of the counter-revolutionary chiefs to accept the cease-fire and, if this is positive, to arrange the procedures for carrying it out."

Think Big, Not New: The Chunnel's Low-Tech Allure

By Paul Horvitz
International Herald Tribune
PARIS — In the age of space flight and razzle-dazzle science, designers of the channel tunnel envision a kind of monument to low-technology.
 The latest plan to link Britain and the Continent by rail promises nothing flashy, just a hot, damp and deafening grid that will last more than three years. Only the scale and logistics will be grand, project engineers say.
 Time-tested techniques seem to be a prime point that the British-French consortium Eurotunnel is selling as it seeks private financing for the \$10 billion project.
 "It's an incredibly complex engineering feat that we're setting about," said Colin Kirkland, Eurotunnel's technical director. "But no part of it involves extending existing knowledge beyond present frontiers. That's what sets us apart from the space programs."
 S.G. Warburg & Co., a British broker advising Eurotunnel, published an analysis this month that concluded: "At no stage is an attempt being made to push back the frontiers of civil engineering and construction as a science."
 Longer tunnels have been built and more difficult geology overcome, Warburg said. "The system will not be used as a testing ground for new ideas."
 This conservative approach, Warburg said, should convey to potential investors that the ribbon can be cut on time and within budget. A crucial \$1.2 billion equity sale is planned for November, and if the financing comes through Eurotunnel's directors foresee high-speed trains linking Paris and London in 1993.
 "There's nothing magic about the project other than its size," said David Staines, management services director for Transmanche-Link, the tunnel's prime contractor. The size, however, is daunting.
 Huge boring machines made in the United States, Japan and Britain and costing up to \$42 million a pair will dig up to 300 meters of earth and rock to create the seabed to build three new Great Pyramids.
 About 700,000 concrete and cast iron tunnel liners will be erected. More than 500 engineers will be needed to design all the elements, Mr. Kirkland said.



One of the pillars of the consortium's confidence about the project is the long-studied geology of the English Channel.
 "We've got this benign, beautiful rock stratum nearly all the way across the channel," Mr. Kirkland said.
 The rock, called chalk marl, "is beautiful stuff to cut" and largely impervious to water, he said.
 Around the New Year, if financing progresses, the first of 11 boring machines will be lowered piece by piece into an access shaft.
 See CHUNNEL, Page 2

Murdoch Raises Stake In Owner of Fin Times

By Warren Geller
International Herald Tribune
LONDON — A company controlled by Rupert Murdoch, the Australian-born press magnate, said Tuesday that it had built a 13.5 percent interest in Pearson PLC, the British conglomerate that owns the Financial Times newspaper.
 Analysts said that the disclosure, which helped drive Pearson shares up more than 106 pence to close at 918 pence on the London Stock Exchange, meant that Pearson, a venerable family-dominated conglomerate, was now "in play." It was the most actively traded stock on the exchange Tuesday.
 "Murdoch is a kind of catalyst. He causes things to happen," said a senior London investment banker who requested anonymity. "He may not try to take over himself, but his presence causes other people to move in. The vultures are flying overhead."
 A spokesman for News Corp., Mr. Murdoch's Australian-based media holding company, said it was not about to launch a full bid for Pearson, which the market currently values at around £1.9 billion (\$3.1 billion).
 A source at News Corp. indicated that the group would seek to raise its holding to 15 percent.
 In a statement, News Corp. said it "has no intention of making a full bid for Pearson and would not contemplate doing so over the next 12 months in the absence of a material change in the circumstances of that company."
 Mr. Murdoch's holding company said it was in Pearson's "best interests to continue as an independent entity with a substantial minority holding," by News Corp., News Corp. added that it intended to discuss with Pearson the possibility of cooperation in common business areas.
 In addition to the Financial Times and Penguin books, Pearson owns several regional British papers, Madame Tussaud's Wax Museum, the Royal Doulton Ltd. china company and oil interests.
 It also has large stakes in The Economist magazine, Goldcrest Films and Television and the merchant bank Lazard Brothers & Co., all British-based.
 Analysts speculated that Mr. Murdoch's aim might be to pressure Pearson into participating in a joint venture in the publishing business. Mr. Murdoch's News Corp. already owns The Times of London and The Sunday Times, as well as book-publishing interests.
 News Corp. said its British subsidiary, News International PLC, acquired 17.5 million additional Pearson shares Tuesday on the London Stock Exchange.
 The purchase boosted its stake in Pearson from 4.9 percent to 13.5 percent.
 See MURDOCH, Page 11

PERSONAL ASSISTANT

U.S. Weighs Pulling Of Missiles to Save Arms Sale to Saudis

By John M. Goshko
Washington Post Service
WASHINGTON — The Reagan administration, facing stiff congressional resistance to its planned \$1 billion arms sale to Saudi Arabia, is tentatively offering to withdraw 1,600 Maverick antitank missiles from the package in hopes of making the deal more palatable to critics.

the Gulf region resulting from the Iran-Iraq war.
In addition, manufacture of the earlier-model F-15s will be phased out next year, and the administration, which estimates that the Saudis will need several replacements beginning in 1990, must act soon if the planes are to be built.

Sources said Monday that the administration was trying to determine whether concern in Congress over threats to Israel's security would be assuaged if President Ronald Reagan delayed the \$360 million Maverick sale indefinitely.

The administration viewpoint has been divided between two sets of officials. One group, centered in the State Department and the Pentagon, believes that U.S. credibility with the Saudis requires pushing the sale even at the risk of losing.

In return, the administration will reportedly promise not to provide the Saudis with the F-15E, a substantially improved model.

A more politically oriented faction, including the White House chief of staff, Howard H. Baker Jr., wants to spare Mr. Reagan a possibly humiliating legislative defeat.

Floodwaters Receding In Parts of Bangladesh

DHAKA, Bangladesh — Floodwaters were receding Tuesday from parts of northern and western Bangladesh, but vast areas remained under water after seven weeks of the worst floods here in 40 years, officials said.

District administrators at northern Rajshahi and Chapai Nawabganj as well as western Rajbari, three of the most affected areas, said the Ganges River was still flowing above the danger level. But they said it had fallen substantially during the last 24 hours.

GULF: 3 Iranians Die in U.S. Raid

(Continued from Page 1)
The water and the U.S. Navy was searching for the explosives. The mines would be the first concrete evidence to support U.S. contentions that the Iranians were mining international shipping channels of the busy waterway, through which 20 percent of the non-Communist world's oil supplies move.

at the disposal of the country's navy. Tehran Radio said in a broadcast monitored in Cyprus.

IRAN: Leader Vows Retaliation

(Continued from Page 1)
bargo than Mr. Khamenei's speech to the General Assembly and Iran's actions in the Gulf on Monday.

Nations since Iran's Islamic revolution in 1979.
He accused the United States of seeking through its "dangerous, peace-threatening" presence in the Gulf, to dominate the region.

HOTEL METROPOLE
GENEVE

A PRIVILEGED PLACE
The only Grand Hotel located in the heart of Geneva's business and shopping center.

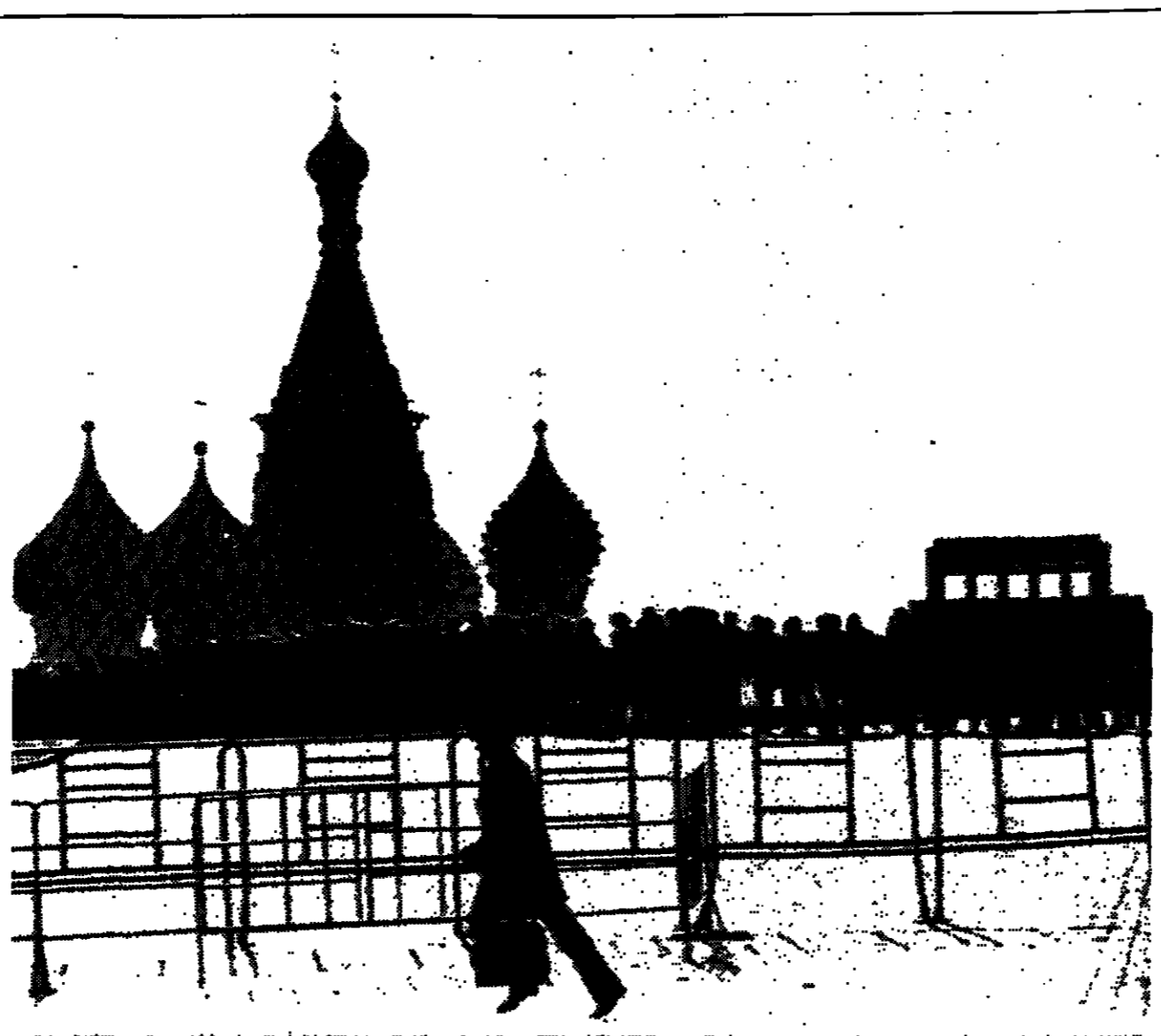
34 Quai General Guisan
1211 Geneva 3
Tel. 022/71.33.64
Telex 461.550

UNIVERSITY DEGREE

For Life, Academic & Work Experience

Earn a BACHELOR'S, MASTER'S or DOCTORATE Degree by utilizing your life and work experience. College equivalent credits are given for your job, military, company training, industry courses, seminars on business experiences. We accept college credits no matter when taken. No residency required. Our graduates are recognized for their achievements in business and industry. We will assist you in completing your degree and preparing for your job.

Pacific Western University
600 N. Sepulveda Blvd. Los Angeles, California 90049 - Dept. 23 - U.S.A.



SEASON'S END — Crowds waited Tuesday to visit Lenin's tomb as sunshine lit Red Square on the last day of summer.

Suspect Held In Hijacking Is Injured

VIENNA — The United States and the Soviet Union have agreed that South Africa should not be suspended from the International Atomic Energy Agency, as Nigeria had sought, the U.S. energy secretary said Tuesday.

Soviet to Oppose Anti-Pretoria Move

comment on Mr. Harrington's remarks.
The vote is due to be held on Friday, and delegates said they had expected a close vote on the motion, which needs a two-thirds majority to be carried.

comment on Mr. Harrington's remarks.
The vote is due to be held on Friday, and delegates said they had expected a close vote on the motion, which needs a two-thirds majority to be carried.

Pakistan Pressed On Nuclear Sites

WASHINGTON — A Lebanese charged in a 1985 hijacking and arrested at sea by FBI agents had both his wrists broken while in U.S. custody and was denied bail Tuesday for fear he would flee the United States.

Zimbabwe Acts Against Nkomo Party

HARARE, Zimbabwe — Zimbabwe's chief opposition party, Joshua Nkomo's Zimbabwe African People's Union, has been ordered to shut its offices nationwide.

TITANIC: Airing the Treasures

There will also be a touring exhibit.
The expedition and the accompanying showmanship have stirred criticism.

CHUNNEL: A Large Monument to Low Technology

(Continued from Page 1)
The laboratory uses electrolysis to leech out salts that form hydrochloric acid in contact with the atmosphere, as well as other contaminants produced by the action of seawater on metal.

CHUNNEL: A Large Monument to Low Technology

(Continued from Page 1)
near Folkestone. Others will follow through a nearly completed shaft near Calais. Then, in stages, six tunnels will be driven inland to connect the train terminals and six more will grind seaward.

CHUNNEL: A Large Monument to Low Technology

(Continued from Page 1)
The laboratory uses electrolysis to leech out salts that form hydrochloric acid in contact with the atmosphere, as well as other contaminants produced by the action of seawater on metal.

CHUNNEL: A Large Monument to Low Technology

(Continued from Page 1)
The laboratory uses electrolysis to leech out salts that form hydrochloric acid in contact with the atmosphere, as well as other contaminants produced by the action of seawater on metal.

WORLD BRIEFS

Italy Asks for Extradition of P-2 Head

ROME (AP) — Italy asked Swiss authorities Tuesday to extradite Licio Gelli, the head of a secret Masonic lodge at the center of Italy's biggest postwar political scandal, on charges related to terrorism.
Mr. Gelli, the former head of the Propaganda Due, or P-2, lodge who surrendered Monday, is considered the central figure in a network of spying, blackmail, fraud and rightist political terrorism in Italy. At the time of his escape on Aug. 10, 1983, Mr. Gelli was awaiting extradition to Italy on charges of fraudulent bankruptcy in the \$1.4 billion collapse in 1982 of Banco Ambrosiano, Italy's largest private bank.

U.S. Delays on New Moscow Embassy

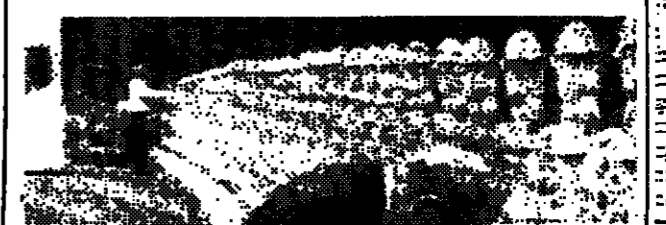
WASHINGTON (AP) — Government officials agreed Tuesday to wait for at least a year before adopting plans to reconstruct the new U.S. Embassy in Moscow, a congressman said. The new building is said to be so riddled with Soviet listening devices that it cannot be used.
Representative Daniel A. Mica, chairman of the House Foreign Affairs Subcommittee on International Operations, said he had been assured that the Reagan administration had not made a firm decision to raze and rebuild the top five floors of the eight-story embassy. He said that the administration wants instead to spend \$20 million to \$30 million to rehabilitate the existing embassy and use it for at least five years until the new building can meet strict security standards.

Le Pen Cuts Ties With Chirac Backers

PARIS (Reuters) — Jean-Marie Le Pen, the leader of France's National Front, hit back Tuesday at anti-Semitism charges from governing conservatives by severing a regional alliance with supporters of Prime Minister Jacques Chirac.
A spokesman for the National Front in the Paris region of Ile de France said the party would no longer vote with regional councillors of the Rally for the Republic party, which Mr. Chirac heads. The move was a protest against the chairman of the regional council, Michel Girard, who called on National Front members to distance themselves from Mr. Le Pen's remarks on Nazi gas chambers.

Biden Admits to 'Inaccurate' Boasts

WASHINGTON (AP) — Senator Joseph R. Biden Jr., his Democratic presidential campaign battered by charges of plagiarism in his campaign speeches and in a law school paper, has admitted that some of his boasts about his college academic achievements were untrue, including the claim that he had finished in the top half of his class in law school.
In a videotaped exchange in Claremont, New Hampshire, on April 3, Mr. Biden also claimed that he had attended law school at Syracuse University on a full academic scholarship, that he had been named the outstanding student in the political science department as an undergraduate at the University of Delaware, and that he had graduated from Delaware with three undergraduate degrees.



EMPEROR RECUPERATES — A well-wisher bowed Tuesday toward Japan's Imperial Palace where Emperor Hirohito, 86, underwent intestinal surgery. Doctors said the operation was successful but that they were concerned about complications due to Hirohito's age.

Chun Warns Against Leftist Putsch

SEOUL (AP) — President Chun Doo Hwan said Tuesday that leftist forces were preparing to try to overthrow the country's democratic system with a violent revolution.
Mr. Chun, in a message to the nation's Civil Defense Corps, said that leftists and pro-Communists wanted to take advantage of the country's transitional period before a new government takes over.

Fiji Gets a Caretaker Government

SUVA, Fiji (AP) — Rival political parties in Fiji agreed Tuesday on a bipartisan caretaker government.
The coalition National Labour Party and the Alliance Party released a joint statement agreeing that a bipartisan government was necessary to solve Fiji's political problems following a military coup in May.

British Air Jets to Carry Handcuffs

LONDON (Reuters) — British Airways passengers who become violent or unruly will be handcuffed, a spokesman for the airline said Tuesday.
The airline ordered thousands of pairs of plastic handcuffs this week after cabin crew complained that violent behavior had increased and they were being physically and verbally abused, especially on charter flights.

TRAVEL UPDATE

British Air Jets to Carry Handcuffs
LONDON (Reuters) — British Airways passengers who become violent or unruly will be handcuffed, a spokesman for the airline said Tuesday.

White Rem
Bork Nomin
Right With

Lawyer

Says She

Temp's Style

ogged, Coe

RUCE: ... Initiative

FU

STOCKS IN REVIEW

OPINION

Herald INTERNATIONAL Tribune

Stronger Growth, Please

Views on the world economy differ. Governments of the richest countries, the magic circle known as the Group of 10, show good cheer to the point of complacency. The Latin American Development Bank, representing the poorer world's largest debtors, is despondent. There is political slant in both views.

Progress, but We're Not Out of the Woods

By Flora Lewis

PARIS — The "double zero" treaty to eliminate Soviet and American medium-range nuclear missiles is not quite wrapped up, but it is well on its way. Already progress on this limited issue is sparking new efforts on more critical problems — the long-range missiles, the balance of conventional forces, nuclear testing.

Soviet suggestions for military talks on balancing conventional forces at lower levels.

Even more important than the removal of some missiles, however, are certain precedents that the impending treaty will set. There is symbolic meaning, which should be neither exaggerated nor brushed aside, in the fact that for the first time in the East-West arms race there is actually going to be joint reduction of one part of the arsenals instead of partial limits on expansion, as before.

Again, They Make Him Look Good

By David S. Broder

WASHINGTON — What people call "Ronald Reagan's luck" was amply demonstrated again last week. And again it is the character of his adversaries that enables the president to look so good.

Gulf War: Seven Years Old and No End in Sight

By Drew Middleton

WASHINGTON — The war between Iran and Iraq entered its eighth year this week. No one in the Western capitals knows the full extent of casualties, and it is doubtful that even Tehran or Baghdad has reliable figures.

At the same time, Tehran is striving to improve its international reputation by sending special emissaries to Western countries and to the capitals of Arab League states.

The league's foreign ministers recently avoided ordering sanctions against Iraq, but have called a meeting of heads of state in Amman Nov. 8 to discuss the threat to the Arab states of the Gulf.

A 'World Community'

Popes wear a triple crown. The present one, John Paul II, also wears two hats. The College of Cardinals elected him head of the Roman Catholic Church; his extraordinary charisma elected him a world leader.

INTERNATIONAL HERALD TRIBUNE

One Step in Managua

The closing of La Prensa in Managua 15 months ago was a grim tightening of the Sandinist grip, and so it is only fair to hail the reopening of the newspaper as a harbinger of loosening. The Nicaraguan political opposition will again have a voice — presumably a full-throated and uncensored one, for otherwise the gesture is a farce.

Intelligence sources in the United States and abroad conclude that Iraq must continue its air offensive against the Iranian oil industry to force Tehran to reduce its war effort.

Middle East sources report that there are indications that the Revolutionary Guards and the regular army are planning yet another "final offensive," although the area chosen for attack is as yet unknown.

A major offensive remains possible, although recent intelligence reports have indicated that even the fanatical leadership of the Revolutionary Guards in Tehran was shaken by the number of "martyrs" sent to paradise by Iraqi fire in the heavy attacks on Basra early this year.

Iran can stand more losses, but barely. Whether Iraq can do so — its population is one-third that of Iran's — is problematical. Casualties have been heavy, especially among the trained troops who form the majority of the fighting forces. They are well-armed and disciplined, but if an offensive hits they will suffer.

Trade Deficit: Americans Will Have to Get Used to It

By Albert M. Wojnilower

BOSTON — The U.S. trade deficit grew when the dollar was soaring and when it was tumbling, when the American economy was racing and when it was slumping, when the budget deficit was widening and when it was shrinking. It has been a trade deficit for all seasons.

The trade deficit's underlying cause probably has little to do with finance. More likely, it is rooted in the globalization of technology, which has allowed new members to join the ranks of the industrial countries.

How can international equilibrium be achieved? Wage differentials between the old and new industrial nations must shrink dramatically, and the newcomers must become consumers on a much larger scale.

American workers used to merit higher pay because their productivity was higher. That was in the days when the factors behind that productivity — management, technology and training — could not readily be transferred or duplicated abroad.

Today the lower dollar is reducing the U.S. trade deficit with Europe and Japan — slowing their economies — while the American deficit with the rest of the world is growing faster.

The problem with the developing countries of Latin America is more difficult. Since their capacity to service debt depends on their ability to export still more manufactured goods, their industrial challenge to the rest of the world may be only beginning.

Americans need to reconcile themselves to the persistence of the trade deficit. In the present strong economy, it would be self-defeating to push for more exports. Further rapid increases in exports would only produce inflation without materially reducing the trade deficit.

The Arias Proposal Deserves Respect

By Robert E. White

WASHINGTON — The democratic presidents of Costa Rica, Honduras, El Salvador and Guatemala, along with the revolutionary president of Nicaragua, have knocked away the foundations of President Reagan's policy toward Central America: support for the Contras and the fiction that Nicaragua menaces its neighbors.

The presidents, in Guatemala City last month, said that an end to assistance to all insurgent forces was indispensable. The Reagan administration should respect the presidents' wishes and should negotiate a separate treaty with Nicaragua that guarantees U.S. security requirements.

Oscar Arias Sánchez of Costa Rica is the way as the author of the well-designed draft peace treaty. Marco Vinicio Cerros of Guatemala, as catalyst, brought about unanimity. José Napoleón Duarte of El Salvador, by boldly accepting the plan, recovered his deserved reputation for political skill and valor.

On the eve of the Guatemala meeting, the administration asked the House speaker, Jim Wright of Texas, to co-sponsor a U.S. peace proposal. While the administration's formulation included certain provisions that Reagan hardliners hoped would cause the Nicaraguans to reject the proposal, it drew the support of Mr. Wright, a Democrat,

perhaps because it defined U.S. security objectives — a cause Reagan advisers previously rejected, making it impossible for the Sandinists to respond coherently to U.S. concerns.

The Reagan-Wright approach states that U.S. security needs will be satisfied if Nicaragua agrees to deny military bases to any Communist bloc country, pledges to pose no military or destabilizing threats to its neighbors and guarantees to respect basic human rights as set forth in the Nicaraguan Constitution.

Beyond this, the plan says that "the United States has no right to influence or determine the identity of the political leaders of Nicaragua and affirms the right of the Nicaraguans to self-determination free from outside intervention."

The Central American leaders understood that Washington had given them a precise, reasonable formulation of U.S. security interests together with a self-denying ordinance against intervention. They moved resolutely toward dialogue and reconciliation. Their plan calls for an end to contra aid. The administration should listen to these leaders and abandon the fiction that democracy can emerge from contra guns.

Other Comment

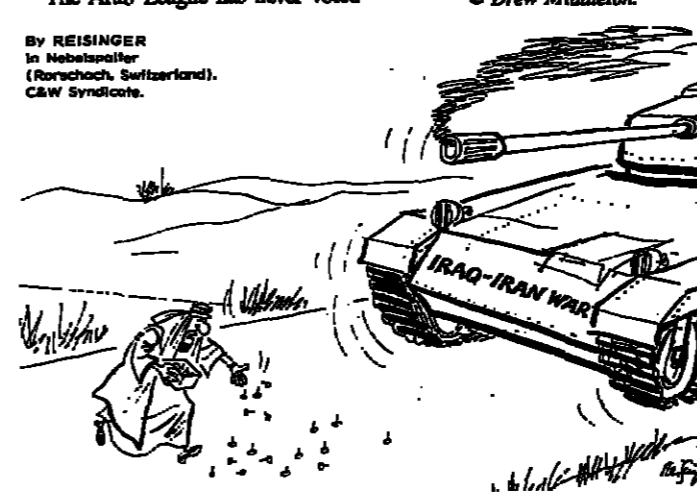
That's One Big Credit Card

Depending on how you do the arithmetic, Ronald Reagan has raised taxes from 10 to 20 percent. That thought came to me from Gilbert Noble, a Californian accountant.

Keeping a Door Open to Iran

The capacity of the Arab League to coerce Iran into making peace is limited; in practice that is also true of the UN Security Council. Sanctions could be passed, but Iran's sources of supply are too diverse; her capacity to substitute human resources for military technology is well known. Yet Iran is not enjoying either the war or her diplomatic isolation.

INTERNATIONAL HERALD TRIBUNE JOHN HAY WHITNEY, Chairman 1988-1992 KATHARINE GRAHAM, WILLIAM S. PALEY, ARTHUR OCHS SULZBERGER Co-Chairmen



See the Fire Pretend It... By A.M. Row... ON MY MIND... Tigers' Kill... Also Is I...

OPINION

We See the Fire Spreading But Pretend It Isn't There

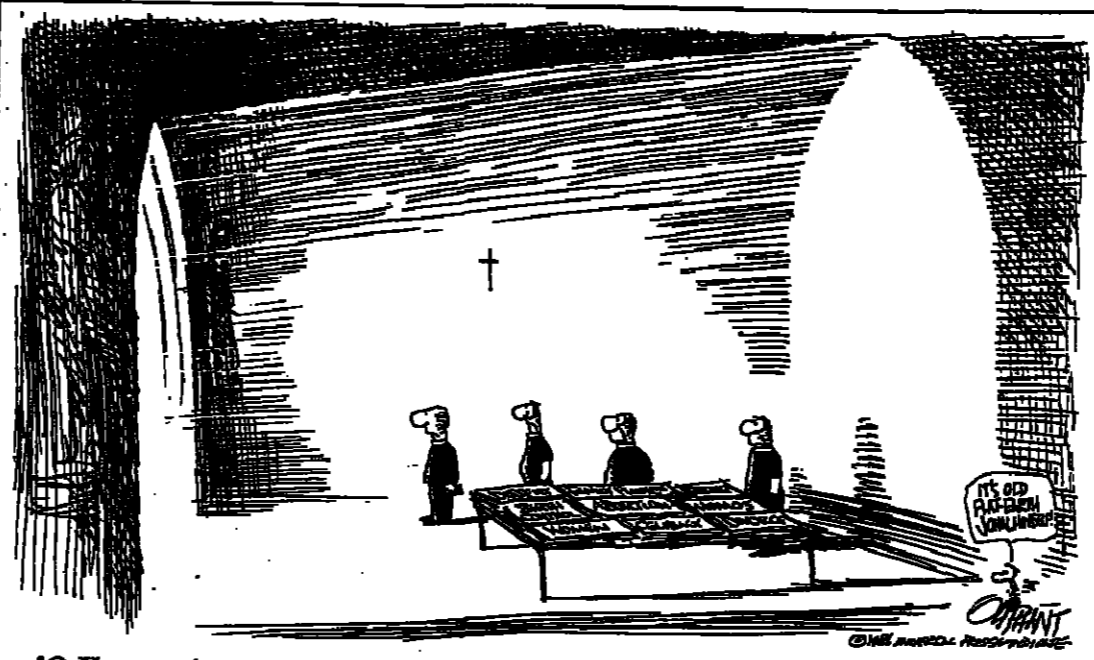
By A.M. Rosenthal

NEW YORK — The fire is spreading and we can see it from our house. But we stand in the doorway and say it is not our fire; it is theirs, those people down the street, and we don't like them anyway. Then we go inside, but still it spreads.

ON MY MIND

time. The other is now before the Congress: Should the federal government try, at least try, to prevent discrimination against AIDS victims? The first question is bubbling up more and more: Look, I am a heterosexual and I do not take drugs or sleep with junkies. Is it not true that tomorrow, as today, the victims will be the same — homosexuals, and addicts stupid enough to use dirty needles?

Letters intended for publication should be addressed "Letters to the Editor" and contain the writer's signature, name and full address. Letters should be brief and are subject to editing. We cannot be responsible for the return of unsolicited manuscripts.



'O.K., you American radical wackos, this is the pope! Throw down your liberal catechisms and ecumenical propaganda and genuflect on out here, quicksmart!'

Meeting 'Baby' at the Movies, I Found the Teen-Ager I Was

By Ilene Barth

NEW YORK — I looked for my youth and found it. The teen-ager I was had eluded me where I half expected to see her: at my high school reunion. Instead, she popped up recently in a dark movie theater.

MEANWHILE

between high school and college. I have never been to a Catskill resort and no one ever called me Baby — at least not in public. But Baby is an unusual sort of girl on the bridge to womanhood. Nostalgia movies are legion. "Summer of '42," "American Graffiti," "Back to the Future," "Radio Days" and "Peggy Sue Got Married" come quickly to mind.

LETTERS TO THE EDITOR

Vietnam: An American Who Was There Saw It Differently

Regarding the opinion column "Vietnam: A Failure to Regard the People as Worthy Partners" (Sept. 15): As an American who lived through much of what Ambassador Bui Diem describes, I can only comment in sorrow at the inaccuracy of his account. I remember the future Vietnamese ambassador as ingratiatingly pro-American, not as someone with doubts about the help that the United States attempted, perhaps ill-advisedly, to bring his country. How deep were his doubts when I first met him in 1966? How clearly did he express them to us, his many American friends and colleagues?

And, finally, therein certainly lies the fallacy of Ambassador Bui Diem's anti-American thesis.

JOHN LIMOND HART, Paris. The writer was CIA station chief in Vietnam in 1966 and 1967. Helping Raise the Numbers Daniel Dagan's perceptive article, "Watch the German and Jewish Numbers in Moscow" (Aug. 29), inaccurately asserts that there have been no known joint efforts by German and Jewish organizations to pressure Soviet authorities to treat visa applicants more generously.

GENERAL NEWS

'Tigers' Kill 20 in a Rival Tamil Group

COLOMBO, Sri Lanka — At least 20 Tamil fighters were killed Tuesday when their camp, near the northern town of Vavuniya, was attacked by another rebel group, the Liberation Tigers of Tamil Eelam, the police said. Continued fighting among the groups has threatened to undermine a peace accord, signed July 29, that was intended to end the four-year Tamil insurgency in northern and eastern Sri Lanka.

Iraq Also Is Fighting 2 Enemies Within

By Alan Cowell New York Times Service BAGHDAD — Locked in conventional war with Iran, Iraq is facing another war within, waged by Kurdish guerrillas in the north and by a shadowy underground movement drawn from its Shiite Moslem majority, diplomats here say. Both adversaries, diplomats and Iraqi officials say, are sponsored by Iran. Tehran, they say, is seeking to exploit traditional grievances to harass Iraq's Baathist leadership and divert its full energies from the main battlefields in the center and south of the 730-mile (1,170-kilometer) border.

Western diplomats say Iraq's Baathist rulers seem confident of their ability to resist Kurdish guerrillas and pro-Iranian Shiite adversaries within their borders.

Shiite extremists to demonstrate their presence to the foreign audience, and thereby undermine the omnipotent image projected by President Saddam Hussein. No diplomats were hurt, according to the envoy. The shooting in Baquba, an event that has gone unreported in Iraq's tightly controlled press, and the upheavals in the north represent differing phenomena, with differing historical roots. But both underscore realities for Mr. Hussein that have prompted a characteristic response. As with the conventional war, which seems to be at a stalemate, the prevalent assessment among Western diplomats is that Iraq's Baathist rulers seem confident of their ability to resist the campaigns of their adversaries within their borders. They have resisted, diplomats said, with the ruthlessness that

Determined banking throughout 1987

Highlights of Bayerische Vereinsbank Group as of June 30, 1987

Advertisement for Bayerische Vereinsbank AG featuring a lion logo and a table of financial data. The table shows total assets of 141.7 (DM billions), due from customers of 112.4, due to customers of 29.3, bonds issued in long-term loan sector of 79.0, and staff of 13,651. The bank's international network is listed at the bottom.

40 Million Chinese Very Poor

BEIJING — Forty million people in China cannot eat or clothe themselves decently, the China Daily newspaper reported Tuesday. It added: "We still have a long way to go to eradicate poverty in this country."

ARTS / LEISURE

The Baryshnikov Crossover

By Anna Kisselgoff
NEW YORK — The time has come to state the obvious. A few months short of turning 40, after years of injuries and after performing less and less frequently with the American Ballet Theater in New York, Mikhail Baryshnikov is not the dancer we first saw here in 1974. But that is the image we all still carry in our minds. There is, however, a compelling, if different, Baryshnikov in our midst. Even critics can experience a blinding moment of truth. Mine occurred recently, watching Baryshnikov perform splendidly with his own summer touring group, Baryshnikov & Co., at the Garden State Arts Center in New Jersey.

producer of Baryshnikov & Co., which appears in rock-concert venues seating 10,000 people, is Bernie Lawrence, who has also booked Frank Sinatra. But the Baryshnikov & Co. program — shortened versions of "Don Quixote," and two George Balanchine ballets, "Apollo" and "Who Cares?" — suggested something else that is important. It is not a pretty face or Baryshnikov's still-budding career as an actor that attracts us. It is his dance image. Watching the "Don Quixote" in New Jersey led to a new train of thought. Baryshnikov was dancing with a severe ankle injury that had caused him to cancel eight performances earlier in the tour. Very possibly this was the last time he would be seen anywhere in the kind of role with which he was initially identified. He had danced "Giselle" in 1986, but last spring he did not dance at all with Ballet Theater in New York. Nor had he danced in a special season in 1985 at the Metropolitan Opera House, having injured himself at the end of another Baryshnikov & Co. tour. These tours are money-making ventures. Why else would he seem more willing to risk injuring him-

self under grueling tour conditions than to dance with Ballet Theater? One suspects, however, the truth is more deeply shaded. Like all great dancers of his age, Baryshnikov cannot be as consistent in his technique as he was at the age of 26. At the same time, the old and sunning facility that did surface on this recent occasion means that Baryshnikov can deliver the technique and stylistic presence if he chooses. More significantly, the Baryshnikov who does not dance with Ballet Theater is also Baryshnikov the artistic director who has proved a point — namely that Ballet Theater should not be dependent upon one name to sell tickets. Last year's successful season, which introduced exciting new young dancers such as Julio Bocca, was an excellent example of this policy. The public that says "Is that all?" when Baryshnikov does not jump and leap, should be introduced to the new Baryshnikov. The one I saw on tour was thoroughly committed to every moment on stage. Was it that he was dancing with a small group that "belonged" to him rather than a board of directors? There was a thrilling Baryshnikov on view here, not in "Don Quixote" but, surprisingly, in the Balanchine "Apollo." When he made his debut in the title role at a Chicago dance festival in 1978, he imposed his own interpretation on the role — an angry young man full of chopped up, wrongly accented movements. A year later under Balanchine's guidance in the New York City Ballet, he seemed frozen in purity. But now he was totally relaxed within the idiom. This was a playful Apollo, creating drama out of angles and curves, not superimposed acting. The call to duty from Parnassus was clearly heard onstage: Baryshnikov's youthful god was transformed as his body took on a new authoritative men. The party was over. The Baryshnikov of the future will be interesting to watch if he remains interested, as he was here, in what he is doing. It isn't virtuosity but artistic maturity that makes him compelling today. When he performed the part of the Broadway dancer in Balanchine's Gershwin ballet, "Who Cares?" he showed us a dancer who reveled in the very act of dancing. In these performances, he seems to have found himself.

There was a thrilling Baryshnikov on view here, not in "Don Quixote" but, surprisingly, in the Balanchine "Apollo." When he made his debut in the title role at a Chicago dance festival in 1978, he imposed his own interpretation on the role — an angry young man full of chopped up, wrongly accented movements. A year later under Balanchine's guidance in the New York City Ballet, he seemed frozen in purity. But now he was totally relaxed within the idiom. This was a playful Apollo, creating drama out of angles and curves, not superimposed acting. The call to duty from Parnassus was clearly heard onstage: Baryshnikov's youthful god was transformed as his body took on a new authoritative men. The party was over. The Baryshnikov of the future will be interesting to watch if he remains interested, as he was here, in what he is doing. It isn't virtuosity but artistic maturity that makes him compelling today. When he performed the part of the Broadway dancer in Balanchine's Gershwin ballet, "Who Cares?" he showed us a dancer who reveled in the very act of dancing. In these performances, he seems to have found himself.



Mikhail Baryshnikov rehearsing in New York: Artistic maturity and a new commitment to dance.

WORLDWIDE ENTERTAINMENT

What's the CRAZY HORSE?
A 1 hr, 43 mins. revue with 15 live numbers on stage. A cast of 16 luscious dancing girls... Hey, dynamite! And 2 novelty acts They'll kill you! +3 piece band!
SPECIAL YOUTH PRICE under 26, a drink at the bar only 115 frs. service 15% included.
Bar 195 f. 1 drink per pers. all taxes and service 15% included.
Tables 450 f. 2 drinks per pers. all taxes and service 15% included.
Without a doubt the most voluptuous musical in the world say the guides.
12, Ave. George V 75008 Paris, France call 47 23 32 32 telex 640 160

ORCHESTRE DE PARIS
Directeur Musical Daniel Barenboim
AUDITION
Recruitment of one first cellist solo (co-soloist)
Audition: Wednesday 21 and Thursday 22 Oct. 87
Closing date for application: Wednesday 7 Oct.
For additional information, please contact: ORCHESTRE DE PARIS
Personnel Service - Technical Services
SALLE PLEYEL
252, rue du Faubourg St Honoré 75008 PARIS
Tél. 45 61 96 39

WORLDWIDE ENTERTAINMENT
appears every Monday, Wednesday, Friday

A Tribute to 'Groucho' Marxism

By Sheridan Morley
LONDON — As a history of Marxism, "Groucho" (at the Comedy) leaves rather too many questions unanswered, but as an endearing filial tribute to a great comic it works very well indeed, thanks largely to Frank Ferrante, a 24-year-old American actor who plays the title role across 70 years of stage and screen history. Originally cobbled together last year off-Broadway by Robert Fisher and Groucho's son Arthur Marx, who also directs with the original New York cast, the script sets out to tell the story of Julius Henry Marx (the Groucho) only came from a friendly fellow-vaudevillian after the brothers had spent years on the road as variously The 3 and 4 Nighthawks) via several old comic routines and a goodly number of familiar one-liners. But in here somewhere is something vastly more intriguing than just another backstage rags-to-riches saga. There are moments when we get glimpses of how much more dramatically compelling "Groucho" could be if the authors would decide whether they were writing an

nostalgic musical memoir or the tragedy of a man who was always oddly out of his element and unable to handle his melancholia. In a two-hour biographical sketchbook for which Ferrante is joined by Les Marsden (as both Harpo and Chico) and Marguerite Lowell (as all their women), there is no time to note that Groucho was in fact writing for The New Yorker in the year of its birth or that he went on to publish three highly literate autobiographies. There is indeed barely time between Chico on the piano and Harpo at the harp to look at Groucho's lifelong misanthropy or his terror of bankruptcy after the loss of a quarter of a million dollars on Wall Street, though we do get the final awful octogenarian realization (beautifully played by Ferrante) that he has never told any of his brothers, let alone his wives, how much he really loved them. The closing moments of the show are largely drawn from interviews given at the end of his life, and they are both icily sad and

blackly funny ("What is responsible for your last three divorces? My last three marriages"). If only this lightning tour of the Marxist philosophy had looked more often at the man and laughed less obsessively at the greasypainted mustache, it could have been a play as well as a hotchpotch of nostalgia. At the Apollo, Loleh Bellon's "Thursday's Ladies" is a 90-minute exploration of three lives. Sonia, Marie and Hélène are old friends who come together for a weekly tea in Paris. At a time when far too few plays are written for actresses between 40 and 60, it is not surprising that three of the best (Dorothy Tutin, Sian Phillips and Eileen Atkins) should have fallen on this one with such glee; but even their rare strength cannot overcome the desperate lethargy of the plotting, nor yet the relentlessly inconsequential chatter as schoolgirl squabbles give way to elderly bickering over which of them is to lie in whose family grave. The women are roughly characterized (Tutin is the two-time divorcee with the wastrel son, Phillips

is the spiky spinster who was in love with her own brother, Atkins is the one who actually married him only to end up a saddened widow). This fey, twee Parisian ramble down memory lane resolutely refuses to offer more than three aging gossips who have come by different routes to a shared loneliness. At the Royal Court, Jonathan Miller and Michael Hastings have restaged their adaptation of Ryszard Kapuscinski's "The Emperor," first seen at the Theatre Upstairs last March. This is an eerily odd static evening in which five actors recount, largely through monologue, details of life at the Addis Ababa court of the Emperor Haile Selassie in the last 1974 weeks of his long reign. Hastings and Miller have essentially composed a one-note ballet about absolute power in a total vacuum. The rare movements of the courtiers, walking Filofaxes of useless information acquired largely from other courtiers, are contrasted with the utter stillness of Selassie who gives only rare signs of life.

DOONESBURY



The best things come in threes:
Swissair's First Class.
Swissair's Business Class.
Swissair's Economy Class.
That's why Swissair continues to offer three classes on all its aircraft, both on intercontinental and European flights at a time when, in Europe, just about every other major airline has cut its service back to a mere two classes. Because Swissair understands that luxury means having a choice. That no matter where you're off to, you should be able to fly just the way you want. No wonder so many travelers the world over consider Swissair a very good choice indeed, no matter what class they choose.
swissair

Vertical sidebar containing various advertisements and financial data. Includes Panasonic logo, 'What is a Samurai?', 'Panasonic', 'CURRENCY', and 'Interest Rates' sections with tables of exchange rates and interest percentages.

NYSE Most Actives table with columns for Vol., High, Low, Last, Chg. listing top trading stocks like IBM, AT&T, and Amgen.

Market Sales table showing NYSE 4 p.m. volume, NYSE adv. comm. close, and other market activity metrics.

NYSE Index table showing High, Low, Close, Chg. for Composite, Industrials, Finance, and other indices.

Tuesday's NYSE Closing logo with 'Via The Associated Press' text.

AMEX Diary table listing various market activities and prices.

NASDAQ Index table showing Composite, Industrials, Finance, and other index values.

AMEX Most Actives table listing top trading stocks on the AMEX exchange.

Dow Jones Bond Averages table showing Close and Chg. for various bond categories.

NYSE Diary table listing market events and price changes.

Odd-Lot Trading In N.Y. table showing trading activity for different sectors.

Dow Jones Averages table showing Open, High, Low, Last, and Chg. for the Dow Jones Industrial Average.

Standard & Poor's Index table showing High, Low, Close, and Chg. for various S&P indices.

NASDAQ Diary table listing market activities and price changes.

AMEX Stock Index table showing High, Low, Close, and Chg. for the AMEX stock index.

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

Dow Soars by Record 75 Points

NEW YORK — The Dow Jones industrial average rocketed a record 75.23 points in heavy trading Tuesday as the stock market surged on a powerful fuel of dollar and bond strength and futures-linked buying. The Dow industrials soared to 2,568.05, a gain of just over 3 percent. The Dow's previous record one-day jump occurred April 3, when it climbed 69.89 points. The Dow's record high close, set Aug. 25, is 2,723.42. Advancing issues led declines by almost a 2-1 ratio. Volume was about 209.51 million shares, up from 170.07 million Monday. Broad market indexes also advanced. The New York Stock Exchange index jumped 4.23 to 178.48. The price of an average share rose 97 cents. Prices rose in active trading of American Stock Exchange and over-the-counter issues. "It was as if all fears were washed away," said Monte Gordon, research director at Dreyfus Corp. "Suddenly, inflation was not a factor and no one was worried" about the Gulf. Mr. Gordon and other analysts agreed that investors took the Dow's close below 2,500 Monday as a signal to buy. "Investors were fixated on 2,500, and when the Dow's dip below that level failed to generate liquidation, it kicked off buy programs," said Michael Metz, a portfolio strategist at Oppenheimer & Co. Mr. Metz said that strength in the dollar and the bond market helped trigger aggressive buying.

"I recommended to my clients that they do a little nibbling this morning," said Trude Lamer, an analyst at Josephthal & Co. "I should have suggested gobbling." Mr. Gordon noted that the market "gained almost as much in one day as we lost last week," when the Dow fell 84.10 points. "Tuesday's activity is a sign of the market's volatility, of how quickly a half-empty glass can become half full." But analysts were uncertain whether the market environment contained the ingredients for another surge, though they predicted that buying would continue Wednesday. "I don't think the potential for a further correction has been completely eliminated," Mr. Gordon said. Newmont Mining was the most active NYSE-listed issue, rising 1% to 95 1/2. Marion Laboratories followed, easing 1/4 to 30 1/2. IBM was third, jumping 3/4 to 155 1/2. Other stocks in the computer group moved sharply higher after slumping in the recent correction. Digital Equipment added 7 1/2 to 190 and Cray Research 3 to 92 1/2. Merck, a component of the Dow and a frequent beneficiary of program buying, gained 5 1/2 to 203 1/2. Squibb rose 3 1/2 to 97 1/2 and Eli Lilly 1 1/2 to 96 1/2. Oil stocks provided much of the initial lift, jumping sharply amid the flare-up in Middle East hostilities, traders said. Chevron rose 3 1/2 to 53 1/2, Exxon 2 1/2 to 49, Atlantic Richfield 4 1/2 to 91 1/2, Mobil by 2 1/2 to 127 1/2 and Amoco 2 1/2 to 80 1/2.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

Chopard GENEVE advertisement featuring an image of a watch and text: 'Gstaad A timeless masterpiece. A unique combination of centenary tradition and contemporary design. Available in gold and stainless steel, solid 18 kt gold or enhanced with diamonds, the Gstaad watches can be found in Geneva at Chopard Boutique-Confederation Centre - Tel. (22) 29 37 28 and leading jewellers worldwide.'

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

12 Month High Low Stock Div. Yld. PE. table listing various stocks and their performance metrics.

Vertical advertisement on the right edge of the page, partially obscured, with 'NYSE Closing' and 'Floating-Rate' visible.

Tuesday's NYSE Closing

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

1 Month High Low Close Div. Yld. PE High Low Close Div. Yld. PE High Low Close Div. Yld. PE

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

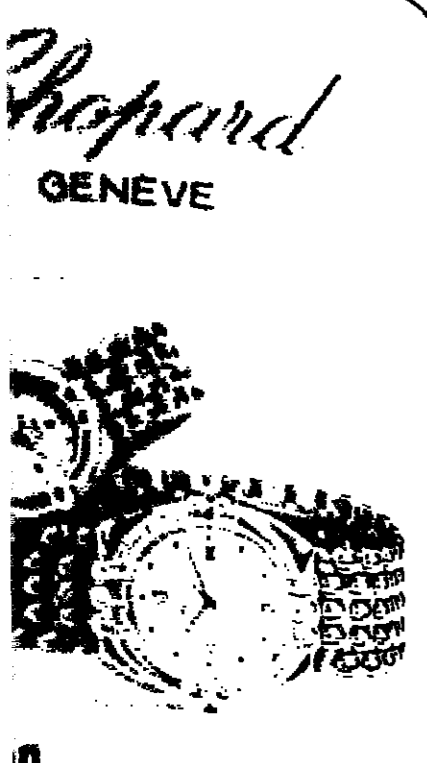
Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.

Table with columns for stock names, prices, dividends, yields, and P/E ratios. Includes companies like AMER, AMER, AMER.



A timeless masterpiece

NYSE Highs-Lows

Table listing NYSE Highs and Lows for various stocks.

INTERNATIONAL FUNDS (Quotations Supplied by Funds Listed) 22nd Sept. 1987

Large table listing various international funds with columns for fund names, prices, and other details.

Floating-Rate Notes

Table listing floating rate notes with columns for currency, issuer, and other details.

Dollars

Table listing dollar-denominated floating rate notes.

Pounds Sterling

Table listing pound sterling-denominated floating rate notes.

Deutsche Marks

Table listing deutsche mark-denominated floating rate notes.

Japanese Yen

Table listing japanese yen-denominated floating rate notes.

ECU

Table listing ECU-denominated floating rate notes.

BUSINESS ROUNDUP

Pickens Scales Back Newmont Bid

Compiled by Our Staff From Dispatches AMARILLO, Texas — An investor group led by T. Boone Pickens on Tuesday scaled back its bid for Newmont Mining Corp. stock to \$72 a share from \$75 in response to a \$33-a-share dividend announced by Newmont Monday.

Ivanhoe would reduce its cash offer in light of the dividend. Ivanhoe, which already owns 9.95 percent of Newmont, originally offered \$95 a share for the rest of the company.

The dividend distribution, expected to greatly reduce the asset value of the large energy, gold and coal mining concern, is payable to holders of record on Oct. 1.

FCA Settles SEC Complaint That It Distorted Earnings

By Tom Furlong Los Angeles Times Service LOS ANGELES — Financial corp. of America has settled charges by the Securities and Exchange Commission that it inflated its earnings from 1980 through 1984 and distorted them in 1985 and 1986 through a wide range of auditing and accounting abuses.

FCA's capital level is \$928 million below federal requirements. The SEC complaint represented a critique of management practices under Charles W. Knapp, who was chairman and chief executive of FCA from 1975 through August 1984.

Consolidated's hefty stake in Newmont would effectively block Ivanhoe Partners from taking control, according to some observers.

The SEC complaint was particularly critical of FCA's failure to set aside adequate reserves for loan losses and of a construction loan program that sparked dozens of lawsuits by angry borrowers.

According to William J. Popejoy, Mr. Knapp's successor as chief executive, FCA's past lending practices are being investigated by seven grand juries around the country.

On Tuesday, Ivanhoe said it had filed suit in Delaware Chancery Court against Consolidated, Newmont and Newmont's directors, seeking to enjoin Consolidated and its affiliates from purchasing additional Newmont shares.

The SEC did not require FCA to restate its profits because the government agency was not able to quantify the total amount that would need to be restated, Mr. Marcelino of the SEC said.

Consolidated Gold closed Tuesday at 1,410 pence, down 48 pence, on the London Stock Exchange. (AP, UPI, Reuters)

On Friday, analysts registered their dismay and quickly sent advisors changing their recommendations from buy to sell or hold. Institutions from buy to sell or hold.

San Miguel Reports 'Banner Year' Despite Tug-of-War With Government

MANILA — San Miguel Corp., the Philippines food and beverage giant, is doing "magnificently well" despite an 18-month deadlock over 38.1 million of its shares, its executive vice president said Tuesday.

The company has been effectively controlled by the government since May, when management's representation on the 15-member board was scaled back to six members. The Presidential Commission on Good Government, which controls 51 percent of San Miguel, boosted its representation to nine members.

Mr. del Rosario said that the commission had not responded to the petition. "Our case says the sequestration was never valid because there is no ill-gotten wealth involved," he said.

Recent Supreme Court rulings have barred the commission from replacing directors of sequestered companies and from interfering in their business affairs.

Despite de facto governmental control, San Miguel "will have a banner year," the executive vice president, Ramon del Rosario, said in an interview.

Beer sales, which account for 50 percent of revenue and 60 percent of profit, rose 33 percent in the first eight months of 1987 from a year earlier, Mr. del Rosario said. Overall sales were up 27 percent.

San Miguel is a pillar of the country's economy. Together with its subsidiaries, it accounts for more than 2 percent of gross national product, the total output of the nation's goods and services.

Mr. del Rosario said that the commission had not responded to the petition. "Our case says the sequestration was never valid because there is no ill-gotten wealth involved," he said.

The Gap's Fall Reflects Fragility of Stardom

By Isadore Barmosh New York Times Service NEW YORK — In a stock plunge that demonstrates Wall Street's obsession with quarterly earnings results, The Gap Inc., a pace-setting apparel retailer, lost \$10.25 a share, to \$37, on Monday before closing Tuesday on the New York Stock Exchange.

But bad news hit The Gap's stock hard and fast. The Gap, whose clothing stores cater largely to the teen-age market, recently stunned analysts by informing them that its inventory had risen 50 percent because of sluggish sales as it entered the third quarter.

Paris — The French paint firm La Seignurie, a subsidiary of Société Nationale Elf-Aquitaine, has taken a 62 percent stake in Los Angeles-based Decratend Paints, Elf said Tuesday. No price was given.

Republic Clearing Corporation FUTURES & OPTIONS ON FUTURES Gold & Silver Currencies Financial Instruments Stock Indexes \$25 BOUND TURN \$15 for trades exceeding 250 contracts per calendar month Call us at: 212-221-7138 Telex: 277065 452 Fifth Avenue, New York, NY 10018

Elf Strikes Oil Off Norway in Promising Find

STAVANGER, Norway — A subsidiary of the French oil company Société Nationale Elf-Aquitaine has struck oil off Norway's western coast in what industry sources said Tuesday could be a significant find.

Battle Looms on Standards For Japan's Picture Phones

TOKYO — A battle is looming between telecommunications giant Nippon Telegraph & Telephone Corp. and electrical manufacturers over the adoption of standards for picture telephones, industry sources said Tuesday.

until the government sold 12.5 percent of the company's shares to the public in February. The sale of a further 12.5 percent is set for November.

Elf made the discovery near the huge Frigg gas field, which lies off central Norway near the British sector of the North Sea.

One system has been developed by Sony Corp. under NTT's advice. Meanwhile, Mitsubishi Electric Corp., Matsushita Electric Industrial Co. and NEC Corp. have agreed to conform to one systems design and compatible picture telephones toward the end of the year, company officials said.

Matsushita plans to market a picture phone at less than 50,000 yen (about \$350) by the end of the year, a company official said.

"This find could be as big as the Ula field further south, which has reserves estimated at around 40 million tons of oil at a production rate of 70,000 barrels a day," said a senior industry source with knowledge of the operation. He declined to be identified.

The standard agreed on by the three major companies is not compatible with the one developed by Sony and NTT.

Total annual sales are expected to reach one million phones within three years, the sources said.

The Norwegian oil directorate, an arm of the country's Oil Ministry, said that Elf had found oil and that the results of its drilling were encouraging.

"We really want many companies to join our standard," the NTT official said.

"It is difficult to have a unified standard at this stage," he said, "but the key to success hinges on price, quality of picture image transmitted and speed of transmission."

A spokesman for Elf Aquitaine Norge AS declined to comment on the find, but said more seismic tests were planned.

Both sides started selling picture telephones this year.

The phone being developed by Mitsubishi, Matsushita and NEC takes 5.5 seconds to transmit a picture image, using a technique called amplitude phase modulation.

MURDOCH: Publisher Raises Stake in FT's Owner

(Continued from Page 1) percent of the company's 212 million shares outstanding. At Pearson's current share price, that stake would be valued at about \$253 million.

Cardo de Benedetti, the Italian financier, owns 4.9 percent of Pearson. His stake, acquired in May for \$62 million, is described by the Italian industrialist as a "long-term" investment.

Mr. Murdoch owns 82 percent of Sky Channel, which he founded in 1981.

Hoare Govett Ltd., the London stockbrokerage, purchased the Pearson shares for News International at 920 pence per share.

Mr. Murdoch's stake in Lazard Frères & Co.

Mr. Murdoch's stake in Lazard Frères & Co.

Analysts said that News International acquired its initial stake of 9 percent over the past six to eight weeks. James Joll, Pearson's finance director, said the company earned that stake had grown to 3.5 percent only when News Corp. made its announcement.

Mr. Murdoch's stake in Lazard Frères & Co.

Mr. Murdoch's stake in Lazard Frères & Co.

It is not the first time that Pearson has been the subject of takeover speculation. As one observer in London's financial district put it, "There's a view that the sum of the company's parts are greater than the whole."

Mr. Murdoch's stake in Lazard Frères & Co.

Mr. Murdoch's stake in Lazard Frères & Co.

Pearson posted pretax profit of \$121.1 million in 1986, up 11 percent from 1985. The improved earnings came despite a 2 percent retreat in group sales to \$252.6 million.

Mr. Murdoch's stake in Lazard Frères & Co.

Mr. Murdoch's stake in Lazard Frères & Co.

Pearson cited particular strength in its information and entertainment division, in which profit edged 41 percent to \$70.3 million. That division includes the Financial Times.

Mr. Murdoch's stake in Lazard Frères & Co.

Mr. Murdoch's stake in Lazard Frères & Co.

Analysts say that Pearson's management has failed to maximize the return on many of the group's assets, with the exception of the Financial Times and Penguin Books.

Mr. Murdoch's stake in Lazard Frères & Co.

Mr. Murdoch's stake in Lazard Frères & Co.

ALL HIGH INTEREST CHEQUE ACCOUNTS LOOK ALIKE. UNTIL YOU TAKE A CLOSER LOOK. STANDARD CHARTERED HIGH INTEREST CHEQUE ACCOUNT. PERSONALISED CHEQUE BOOK. UK CHEQUE CARD. NO MINIMUM WITHDRAWAL LEVEL. NO BANK CHARGES. FREE STANDING ORDERS AND DIRECT DEBITS. MONTHLY STATEMENTS. MINIMUM DEPOSIT ONLY £1000. NO MINIMUM ON ADDITIONAL DEPOSITS. INTEREST EARNED DAILY. PAID QUARTERLY. TAX NOT DEDUCTED AT SOURCE.

You've rightly decided that a high interest cheque account would come in very handy. After all it gives you all the advantages of a UK current account but with the high interest potential of a deposit account. The only problem is deciding which is the right one when they all seem much the same. But in fact if you consider the Standard Chartered features shown here, compare them point for point with the others around, we think you'll agree we offer a total package of quite exceptional value. That's why it's called the Extra Value Deposit Account. You'll find it of real value while you're abroad - and just as useful when you come home. Standard Chartered Bank (CI) Ltd. has paid up capital and reserves of £17.5 million and is a wholly owned subsidiary of one of Britain's largest independent International Banks which has gross paid up capital and reserves exceeding £28 billion as well as offices in more than 60 countries, so you can count on your money being in excellent hands. To: Gordon Wylie, Standard Chartered Bank (C.I.) Ltd., Standard Chartered House, P.O. Box 89, Conway St., 10U, St Helier, Jersey, Channel Islands. Tel: 0534 74001.

BUSINESS SCHOOL LAUSANNE OPENS THIS FALL Offers: — Program by outstanding international faculty for BS business degree of the University of the State of New York. — Fully accredited with majors in management or accounting (CPA track available). — Full-time day and evening classes in town center. — Student accommodation Oct. 5, 1987. For detailed brochure/appointment, call The Dean: Switzerland (021) 27 28 33 - After hours: (021) 36 94 27 Or write: P.O. Box 2290, CH-1002 Lausanne.

TORONTO ONTARIO CANADA STOCK BROKERAGE FIRM FOR SALE OR PARTNERSHIP Profitable well established securities dealer (licensed in the Province of Ontario) specializing in Junior Resource Underwritings. Excellent return on investment. For full details write to: Box D195, Herald Tribune, 92521 Neutley Cedex, France.

Tuesday's AMEX Closing
Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere. Via The Associated Press

Table with columns: 52 Month High Low Stock Div. Yld. PE % Chg. Includes various stock symbols like ABA, ABB, ABE, etc.

Large table with columns: 52 Month High Low Stock Div. Yld. PE % Chg. and 12 Month High Low Stock Div. Yld. PE % Chg. Includes various stock symbols.

Large table with columns: 52 Month High Low Stock Div. Yld. PE % Chg. and 12 Month High Low Stock Div. Yld. PE % Chg. Includes various stock symbols.

Financial Markets
London Closes High
Japan
Tokyo
OTC Prices
MADRID PRICES AS OF 12:20 N.Y. TIME

Call Your Toll-Free Number FOR THE INTERNATIONAL HERALD TRIBUNE INSTANT SUBSCRIBER SERVICE

HOW TO ORDER: Call your toll-free number below and the global newspaper will start arriving promptly. Just tell the operator what subscription term you require and how you want to pay...

Table with columns: Country/Currency, Toll-Free Telephone Number, 12 months (+32 FREE ISSUES), 6 months (+26 FREE ISSUES), 3 months (+13 FREE ISSUES), Savings per year.

OFFER VALID FOR NEW SUBSCRIBERS ONLY. Toll-free telephone offer good only through October 12, 1987. In these countries, hand delivery is available in major cities on the publication date.

Form for subscription: To: Subscription Manager, International Herald Tribune, 181, avenue Charles-de-Gaulle, 92521 Neuilly Cedex, France. Tel: 46 37 93 61. Includes fields for Name, Address, City/Country, Tel/Telex, and a coupon to send to the address below.

C.E.O.s need

I.M.

Chief Executive Officers read International Management because it addresses their need to know about management ideas, trends and techniques. It discusses management opportunities with more insight and shows new perspectives.

INTERNATIONAL Management As Influential as our Executive Readers

Lausanne 14 ave d'Ouchy, CH-1006 Lausanne, Switzerland. Tel: 021-274411. (Telex: 253611)
Sales Offices Frankfurt Tel: (4969) 720 181 London Tel: 01-463 1451 Rotterdam Tel: (0628) 23431 Milan Tel: (392) 8690 617 Paris Tel: (33) 42 80 08 81
Vienna Tel: (43) 75 864 Chicago Tel: (312) 751 3715 New York Tel: (212) 512 2946 Tokyo Tel: (81) 531 5 Hong Kong Tel: 5-832321

CURRENCY MARKETS

Dollar Closes Higher on Gulf Fears

NEW YORK — The dollar closed higher Tuesday against all major foreign currencies as hostilities in the Gulf triggered the dollar-buying, or flight to quality, that often accompanies global unrest. The dollar rose by nearly 1.5 pfennigs in New York, closing at 1.8345 Deutsche marks, up from 1.8100 on Monday.

London Dollar Rates

Table with columns: Currency, Bid, Ask, and Source: Reuters. Lists rates for Deutsche mark, Japanese yen, French franc, and Swiss franc.

Finance officials of the industrial democracies will be in Washington for a meeting of the International Monetary Fund and World Bank. Mr. Beater said the dollar was pushed to its highs of the day on strong corporate demand that coincided with the record one-day advance in the Dow Jones industrial average.

Manila Sees Rise In Capital Flight

MANILA — Capital flight from the Philippines in the first eight months of 1987 rose threefold from a year earlier, to 1.07 billion pesos (\$52 million), the Securities and Exchange Commission said Tuesday.

Japanese Seen Shunning U.K. Bond Auction

TOKYO — Japanese investors are not expected to show much demand for British government bonds at Wednesday's auction in London, bond managers in Tokyo say, because the yield is unlikely to prove alluring amid lingering fears of a rise in British inflation.

TEXAS: State's Economic Pulse Strengthens, but Slow Recovery Is Expected

(Continued from first finance page) that have been duplicated in few other places. "The economic earthquake of the collapse in oil and gas is over but the financial shocks will continue well into the end of the decade," said Nat Eisenberg, a Houston economist who publishes an economic newsletter called Main Street Economics.

Real estate foreclosures and vacancy rates in major cities remain near record levels. The number of Houston area bankruptcies increased during the year's second quarter, although they declined a bit from the same quarter the previous year.

Recent signs of economic renewal in Texas include the purchase of First City Bankcorp by a group led by A. Robert Abboud, the Chicago investor.



A. Robert Abboud, the Chicago investor, led a group that purchased First City Bankcorp.

It has been said that the oilmen as Colleen Davis of Fort Worth and the late Clint W. Murchison Jr. of Dallas face bankruptcy and financial ruin. "It is a helpful shockwave," said John R. Kennedy, a senior research associate with the Texas Research League, which studies state policies and economic issues.

The comptroller's office expects it to fall to \$272.9 billion in 1987, from \$276.3 billion in 1986. "And many other vital signs, particularly in a glutted real estate market and in finance, remain alarming." So far this year, 39 of the nation's 130 bank failures have come in Texas — more than in any other state.

Tuesday's OTC Prices

Table listing OTC prices for various stocks. Columns include stock name, price, and change.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

Tuesday's OTC Prices

Large table listing OTC prices for various stocks, including columns for stock name, price, and change.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

Tuesday's AMEX Closing

Tables include the nationwide prices and do not reflect late trades elsewhere.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

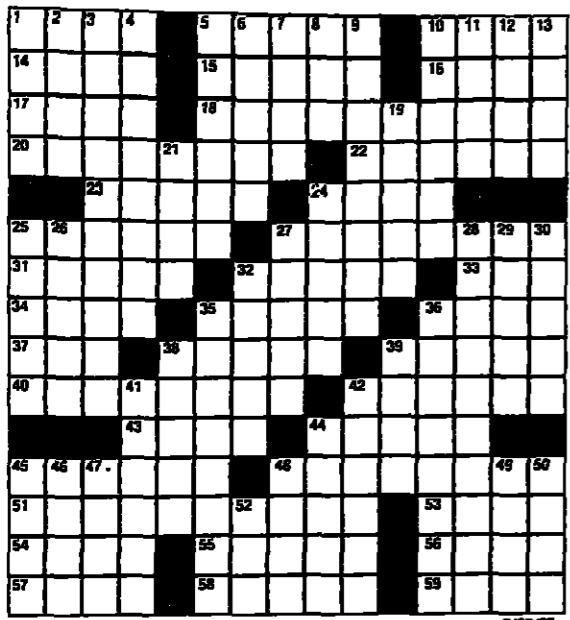
Table listing 12-month high and low prices for various stocks.

12 Month High/Low

Table listing 12-month high and low prices for various stocks.

12 Month High/Low

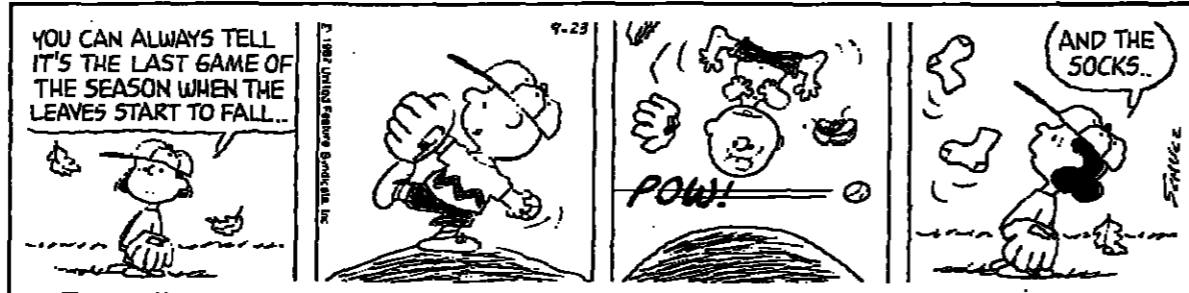
Table listing 12-month high and low prices for various stocks.



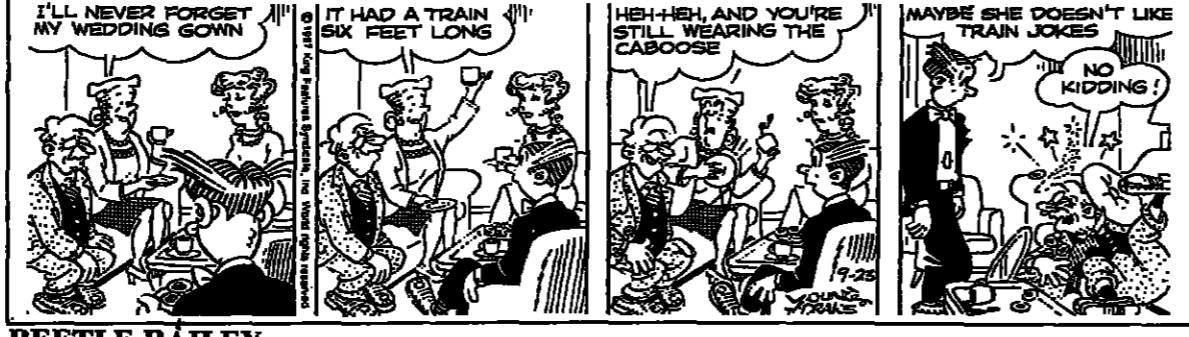
ACROSS 1 Physician Niels... 42 Dionysian delites... 25 Is solicitous... 1 Nihil... 43 Landed... 26 Uselul... 10 Nouth's eldest... 44 Walk heavily... 27 Cygnets... 14 Plaintive... 45 Incantations... 28 Trickery... 15 Madrid... 48 Small seeded... 29 "... that charms—or sign"—... Colath... 16 Helen of Troy's... 51 Arrogant... 30 Some Parisian robes... mother... 53 Wild ox... 32 Affected... Colath... 17 Ind. shoes... 54 First-rate... 33 Covered... contraction... 20 Grape... 55 Fill with joy... 34 Colonnaded... passage... hyacinth... 56 Storage... 35 Covered... 22 Water-carved... 57 Brown... 36 Repeats for... guilty... 58 Allude... 37 Dobbin?... 23 Wetly product... 59 Ago, in Ayr... 38 Inane... 24 Turn a... 1 Flop... 39 Apply paint... pancake... 2 Draw breaker... 1 Ancient Greek... 20 for a trophy... 27 Careless... 3 Coral island... 32 Cheese or... 33 Onassis... 34 Oriental staple... 35 Map... 36 ... cat (a... 37 Chosen, in... 38 Distort... 39 Capital of... 40 Composer... Roger

© New York Times, edited by Eugene Malachuk

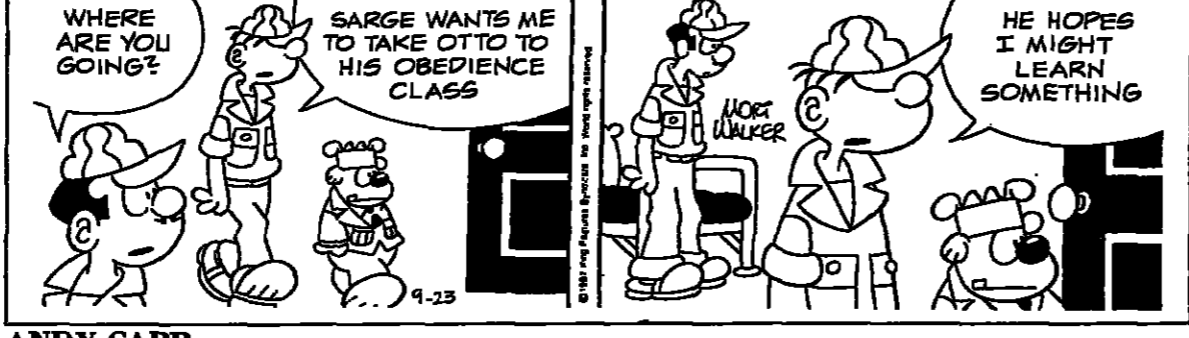
PEANUTS



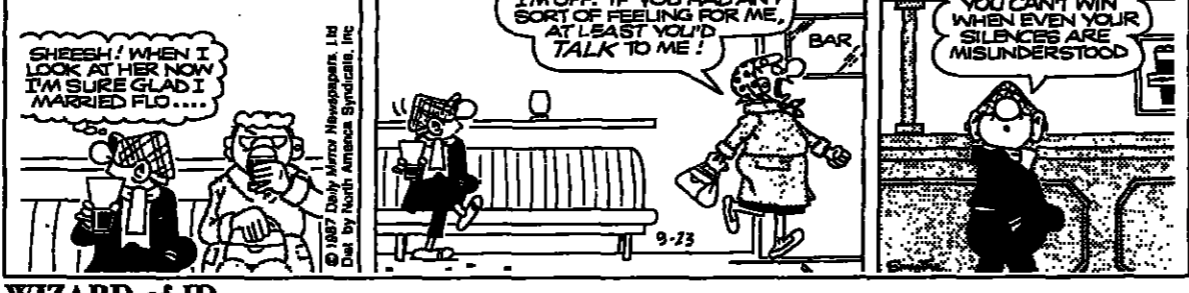
BLONDIE



BEETLE BAILEY



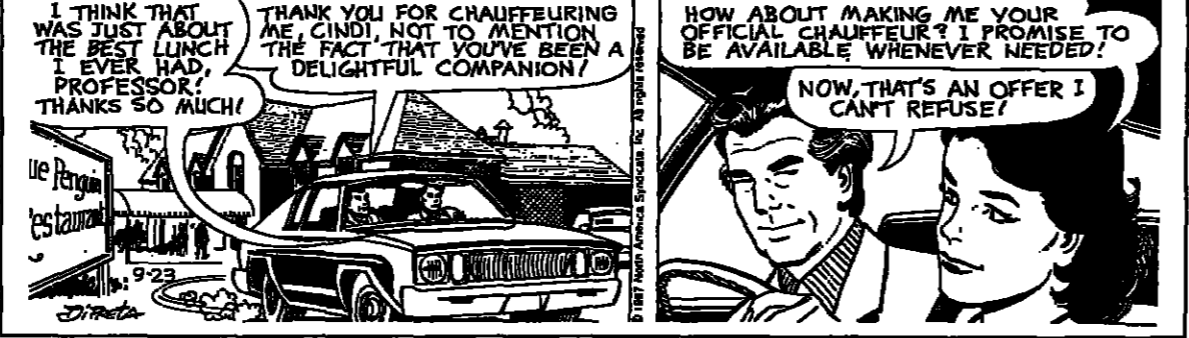
ANDY CAPP



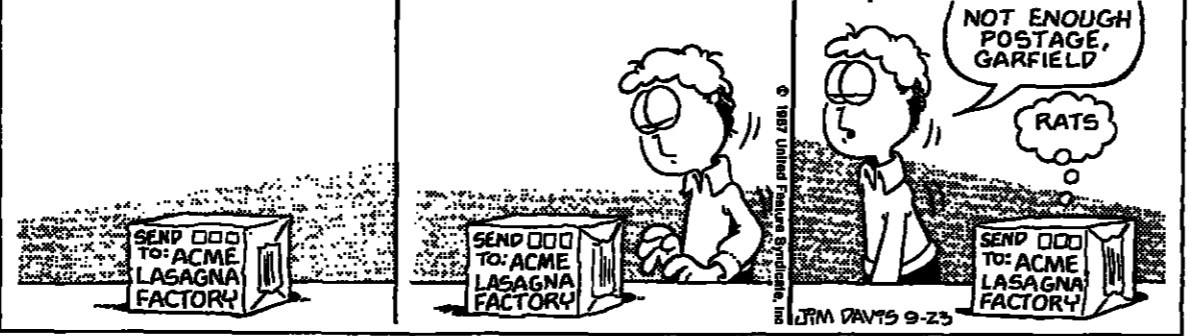
WIZARD of ID



REX MORGAN



GARFIELD



DENNIS THE MENACE



JUMBLE

Unscramble these four Jumbles, one letter to each square, to form four ordinary words. JUMBLE: P O D O R, H O T U M, T R O U C Y, M A H N L Y. Answer here: " " " " (Answers tomorrow)

WEATHER

Table with columns for EUROPE, ASIA, AFRICA, LATIN AMERICA, NORTH AMERICA, MIDDLE EAST, OCEANIA. Lists cities and weather conditions.

World Stock Markets

Table showing stock market data for various countries: Amsterdam, London, Frankfurt, Zurich, Sao Paulo, Toronto, Sydney, Tokyo, etc. Includes columns for stock prices and indices.

BOOKS

THE FORGING OF THE UNION, 1781-1789. By Richard B. Morris. Illustrated. 416 pages. \$22.95. Harper & Row, Publishers Inc., 10 East 53d Street, New York, N. Y. 10022.

Reviewed by Herbert Mitgang. LITTLE attention is paid to the literary aspects of the Constitution because the language is so familiar. But after a Committee of Detail had hammered out the basic charter for a federal government 200 years ago this summer, a Committee of Style was formed to clarify and, as we now realize, even beautify the wording of the articles. Five of the best writers among the delegates to the Constitutional Convention were selected to polish the final version. In his masterly new study, "The Forging of the Union," Richard B. Morris, professor of history emeritus of Columbia University, and one of the country's essential scholars of the Constitutional era, calls these writers "the most talented penmen" in the young nation. William Samuel Johnson of Connecticut chaired the committee, which included Governor Morris of Pennsylvania, James Madison of Virginia, Rufus King of Massachusetts, and Alexander Hamilton of New York. Writing by committee is no way to build a paragraph or a Constitution, yet somehow it worked in September 1787. Their changes of substance and nuance were accepted. Phrases such as "a more perfect Union" and "Secure the Blessings of Liberty to ourselves and our Posterity" contained dramatic elements of permanence. Some phrases were dropped, such as calling the president "His Excellency"—clearly too royal for a republic. Years later, Madison praised the pen of Gouverneur Morris for the Constitution's elegant phrasing and symmetry. The title of one of the chapters has a modern ring: "The Military-Fiscal Complex." After the Revolution, the states clung to their militias. That is the reason behind the wording of the Second Amendment: "A well regulated Militia, being necessary to the security of a free State, the right of the people to keep and bear Arms, shall not be infringed." Advocates of private arsenals will not appreciate Morris's interpretation: "From this phrasing it seems to

many to be perfectly clear that the Second Amendment was intended to protect the right of the States to use their militia to check by physical force any unconstitutional usurpation of authority, rather than of the ordinary person to carry a gun or other lethal weapons. With broad historical strokes, Morris shows how the Union was forged out of adversity. He writes that the opening words of the Preamble, "We the People of the United States," rather than of individual States, was a brilliant notion because the phrase designated "the people as the source of authority." Such observations appear all through his scholarly and readable book.

Herbert Mitgang is on the staff of The New York Times.

BEST SELLERS

Table of best-selling books. Columns include Rank, Title, Author, and Weeks on List. Includes titles like 'PRESUMED INNOCENT', 'THE GREAT DEPRESSION OF 1990', 'THE MAKING OF THE AFRICAN QUEEN', etc.

Solution to Previous Puzzle. A grid with letters and words like WADE, MAHAL, MCIC, OVAL, EBONY, OHOH, RENE, GOWER, TRUE, TRACYAUSTIJR, IRIS, TONTO, COASTS, ARBOR, AIMEE, NOTRE, CONSERVED, ELL, CAROM, ESO, WELLIKED, HERTZ, IRONY, ONTHE, OREGON, BEING, TAJ, NAVRATILOVA, HIED, MEARA, ICED, ESAU, ORIEL, STIR, RANG, NEDDY, HAINA.

BRIDGE

By Alan Truscott. WHEN players from the New York metropolitan region travel to New England for major tournaments they often come home empty-handed. But they were outstandingly successful at the recent Frank Westcott Fall Regional Championships in Springfield, Massachusetts. A slight eccentricity, his partner would not have been tempted to convert eventually into six-no-trump. In the form of Blackwood being used, the five-card response showed one or four of the five key cards, counting the spade king as the equivalent of an ace. Any passive lead would have dented six-no-trump, as it did in the other room. West was the attacking choice of a club. Milgrim won in his hand with the jack and surrendered a spade trick. East returned the heart jack, cutting the declarer's line of communications in that suit. But South won in the dummy and cashed his spade winners. Then he took the ace and king of diamonds, squeezing West in hearts and clubs to make the slam. If East had returned a club at the third trick, the squeeze would have worked differently. South would have taken his spade and diamond winners to end in his hand, again ruining West in hearts and clubs.

Table of stock market data for various countries: Toronto, Sydney, Tokyo, etc. Includes columns for stock prices and indices.

OREBOARD

Table of sports scores and standings, including American League, National League, and other sports results.

SPORTS

NFL Players on Strike for Second Time in 5 Years

By Gerald Eskenazi
New York Times Service
NEW YORK — The National Football League players' union...

The council said all players not on strike would continue to be paid. It said all ticket-holders who do not want to attend the games played by substitute teams could receive refunds by surrendering their tickets...

[But Upshaw held out some hope. The Associated Press reported, by saying the union had "initiated a move to a person with some authority" — a person he would identify only as "someone I hope can get the process going so we can resolve this. The players want to get this thing solved."]

The free agency issue has overshadowed the talks, which began April 20. The union has slightly modified its initial stance on unrestricted free agency. It now says that it will accept management's right of first-refusal for any player in his first four years. After that, the player would be free to move, with no compensation required or first-refusal privileges for the former team.

Commissioner Pete Rozelle said he would not play a role in any strike talks because there are too many differences. "They are so far apart, I couldn't tilt them," he said. Each player who stays out will lose one-sixteenth of his salary check for each game of the 16-game season. For the average player, that will come to about \$15,000 a week.

Jack Donlan, the council's executive director, suggested last week that the sides continue talking in efforts to avert a strike and replace a contract that expired on Aug. 31. But Upshaw has contended that the reason the owners want to keep talking is to get their next television payments. Each club would earn about \$17 million for a full schedule of games. The payments are made in September, October, November and December. September's payments — about \$3.5 million per club — already have been made. The next payment would have come to about \$4 million a team.

Sponsorship: Cloak, Dagger and Beyond the Grave

International Herald Tribune
LONDON — The cloak, the dagger and the boot are all-powerful in the multimillion-dollar world of sports sponsorship.

think the time is ripe to exploit the home market. Even the good Dr. Joäo Havelange is giving Americans advice on how to catch a favorable bid. The FIFA president — the "best" better than Horst Dassler, the late head of Adidas, the West German sportswear firm. Two

he says. "It would be hard to get enough support here. Our government has other priorities." That view was seconded on Tuesday by Wolfgang Stein.

Who's he? President of Telemundi, a marketing partner of FIFA for the last two World Cups. Telemundi is one of the two companies disenfranchised by the ISL/Adidas deal. Stein was unaware of that when he toured Brazil last month looking at possibilities for 1994.

and shares rights to that and FIFA's official mascot. Deyhle is an old adversary of Adidas. In 1979, Dassler threatened to use his influence with Havelange to break a contract with Sport-Billy. Deyhle beat them in court in Switzerland.

ROB HUGHES

years ago Dassler maneuvered one of his subsidiaries, International Sport and Leisure (ISL), toward exclusive rights to sell the Olympic logo and to line up Olympic sponsors. Dassler has just won his latest takeover, from the grave. He died at 51, five months ago, and in fond remembrance FIFA reminded us all...

FIFA will insist on bona fide soccer venues, not baseball and U.S. football stadiums. The U.S. should choose between its East and West coasts, and not try to span the huge transcontinental distances. Times have changed since Havelange vetoed U.S. hopes of the 1986 tournament. "What's the use of large budgets if the games are held in empty stadiums?"



Telemundi offered 140 million and 180 million Swiss francs (\$210 million and \$270 million) for the 1994 and 1998 World Cups respectively. Repeated overtures to FIFA received cursory response — indeed it was 10 months before one letter was acknowledged — from Havelange or FIFA's general secretary, Sepp Blatter.

It may not be necessary. After mailing notice of legal intent, Deyhle and his lawyer are to sit down with their ISL/Adidas counterparts on October 14. Telemundi watches from the outside, hoping that Deyhle's staying powers can win back the terms of 1982. This is, after all, FIFA's self-proclaimed year of "fair play," and that, Havelange says often, is the most important part of FIFA's work.

The Jets and New England, showing solidarity before Monday night's final prestrike game; New York romped, 43-24.

SCOREBOARD

Baseball
Major League Standings
Monday's Line Scores
AMERICAN LEAGUE
East Division
West Division
NATIONAL LEAGUE
East Division
West Division

Football
U.S. College Top 20s
NFL Standings
AMERICAN CONFERENCE
NATIONAL CONFERENCE

Bell Rings True Against Boddicker, Puts 'Jays in First Place

Compiled by Our Staff From Dispatches
BALTIMORE — Despite a solid career with the Toronto Blue Jays, George Bell has had a tough run against Baltimore's Mike Boddicker. But Monday night, Bell finally started to catch up with him.

Mike Greenwell triggered a four-run second with a leadoff homer and hit a sacrifice fly in a two-run fourth, sparking the Red Sox to their first victory against Detroit in the teams' last 10 meetings.

White Sox 5, Angels 3: In Anaheim, California, Jose DeLeon pitched six-hit ball through seven innings and Carlton Fisk homered and drove in two runs to help Chicago beat California.

Cardinals 3, Phillies 1: In St. Louis, David Green and Vince Coleman homered as the Cardinals got all three of their hits in the fifth and went on to beat Philadelphia.

Coles in the third and an RBI single by Jose Lind in the fourth. Dabek (9-12) struck out eight and walked one before being replaced at the beginning of the eighth by Jeff Robinson, who recorded his 12th save with two innings of hitless relief.

George Bell
... 129 RBIs, tops in the majors.

NFL Strike Issues

FREE AGENCY
Contractors if a player is released after his contract has expired, he has the right to match another team's offer. If another team signs the player, his new team must yield draft picks to the team that released him.



BASEBALL ROUNDUP
with a leadoff home run in the seventh, and the Indians went on to deny Dave Stewart in his third attempt to become the major leagues' first 20-game winner.

Transition
BASEBALL
DETROIT — Detroit's Mike Boddicker, pitcher, from the Chicago Cubs for a player to be named later.

Dining Out
GENEVA
The finest traditional Chinese cuisine
TSE YANG
19 rue de Valenciennes, Paris

Collusion Finding Draws Praise, Fire
By Michael Goodwin
New York Times Service
NEW YORK — Reaction in baseball to the finding of collusion among the owners over free agency split along geographic lines Monday, with players, agents and union leaders hailing the decision and owners saying they disagreed with it.

IB 1735
BLANCPAIN
Since 1735 the oldest name in Swiss watchmaking. But don't expect to find a quartz in a Blancpain watch. You won't. And you never will.

OBSERVER

Rendezvous With Biden

By Russell Baker
NEW YORK — Transcript of an interview with Senator Joseph Biden about his curious propensity for speaking in other men's oratory.

Vanessa in the Chocolate Factory

By Benedict Nightingale
LONDON — There was a vast toy rabbit in pink tartan dungarees, an even bigger brown teddy, a stuffed koala bear, and on the sofa in the middle two living and conceivably human figures.



Redgrave and Jones in "Consuming Passions."

What's so special about the stage is that in the space of two and a half hours, the actors, the author and the audience are all three creating something that will not ever happen again in quite that way.

PEOPLE

Archbishop Sues for Use Of His Name in Novel

The head of the Vatican bank has filed an invasion of privacy lawsuit against the publisher of an espionage novel that portrays him as conspiring to murder the premier of the Soviet Union.



International Business Message Center

A large grid of classified advertisements for international business services, including real estate, investment, and legal services across various countries like the UK, USA, and Europe.

A vertical strip of classified advertisements on the right edge, including a 'Kiosk' advertisement and other local notices.